

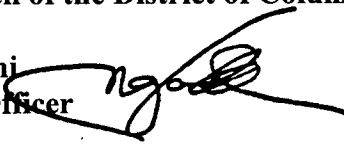
Government of the District of Columbia
Office of the Chief Financial Officer



Natwar M. Gandhi
Chief Financial Officer

MEMORANDUM

TO: The Honorable Vincent C. Gray
Chairman, Council of the District of Columbia

FROM: Natwar M. Gandhi 
Chief Financial Officer

DATE: January 29, 2010

SUBJECT: Fiscal Impact Statement: "DOT PILOT Revision Emergency Approval Resolution of 2010"

REFERENCE: Draft Resolution – No Resolution Number Available

Conclusion

Funds are sufficient in the FY 2010 budget and the FY 2010 through 2013 budget and financial plan to implement the proposed resolution.

Background

In 2006, the Council of the District of Columbia passed the "Payment in Lieu of Taxes Revenue Bonds Department of Transportation Project Approval Resolution of 2006"¹ which authorized the issuance of up to \$140 million in Payment-in-Lieu-of-Taxes ("PILOT") bonds to be used to fund a portion of the costs for a five acre waterfront park and for the Anacostia Waterfront Initiative Infrastructure. The legislation defined Anacostia Waterfront Initiative Infrastructure as public infrastructure associated with public improvement projects in Hilleast Waterfront/Reservation 13, Poplar Point, Ward 7 Waterfront and Marvin Gaye Park, Anacostia Metro, Kingman Island and Heritage Island, South Capitol Street Waterfront, and Southwest Waterfront.

PILOT bonds in the amount of \$111.55 million were issued, of which \$99.5 million was available to spend on project costs. According to the bond documents, all proceeds must be spent by September 2010. If the proceeds are not spent by this time, the trustee is instructed to use any remaining unspent proceeds to defease the bonds. As of the end of FY 2009, \$27.3 million of the \$99.5 million had been obligated or spent.

¹ Effective June 6, 2006. (Res. 16-657, 53 DCR 6832)

This proposed resolution would amend the 2006 resolution and add two additional areas to the Anacostia Waterfront Initiative Infrastructure. These areas are Boathouse Row (portions of US Reservations 343D and 343E) and Canal Park (Lot 830 in Square 767, Lot 811 in Square 768 and Lot 823 in Square 769).

The proposed resolution does not change the total amount of funds that can be spent, so no fiscal impact results from the implementation of the amendment.

Financial Plan Impact

Funds are sufficient in the FY 2010 budget and the FY 2010 through 2013 budget and financial plan to implement this proposed resolution.